

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA

Division Director

April 21, 2010

CERTIFIED RETURN RECEIPT 7003 2260 0002 0247 9444

Cliff Read Rock & Stone LLC 924 West Hicken Court P.O. Box 538 Heber City, Utah 84032-0538

Subject: Three-Year Escalation of Reclamation Surety, Rock & Stone LLC, Strawberry River,

S/013/0008, Duchesne County, Utah

Dear Mr. Read:

The reclamation surety for the Strawberry River quarry was submitted in 2007 and was escalated for three years through April 15, 2010. The surety needs to be escalated to either 2013 for a cost of \$20,600; or to 2015 for a cost \$20,700; as listed below:

Small Mine Operation Bond Calculation Worksheet S/013/0008			
3-year escalation (2013)			
Item	Qty	Unit Cost	Total Cost
1st Acre Disturbance	1	\$7,400.00	\$7,400.00
Add'l Acres Disturbance	3	\$4,400.00	\$13,200.00
TOTAL			\$20,600.00
5-year escalation (2015)			
Item	Qty	Unit Cost	Total Cost
1st Acre Disturbance	1	\$7,500.00	\$7,500.00
Add'l Acres Disturbance	3	\$4,400.00	\$13,200.00
TOTAL			\$20,700.00

These amounts are based on average costs for reclaiming comparable large mines and assume no increases in the disturbed area or changes in operations since the surety was originally calculated and submitted.

Please provide the updated surety within 60 days or no later than June 22, 2010



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To increase the surety amount, you can amend the existing letter of credit or provide cash, a surety bond, or a certificate of deposit for either the increased or the full amount. Please contact the Division's bonding coordinator, Penny Berry, at (801) 538-5291 or by e mail at bondcoordinator@utah.gov for further information or to obtain the current bonding forms.

Thank you for your help in keeping the surety current. If you have any questions concerning this letter, please contact me at (801) 538-5261.

Sincerely,

Paul B. Baker

Mining Program Manager

PBB:lah:pb

cc: mhyde@co.duchesne.ut.us

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